

EMERALD BAY MUNICIPAL UTILITY DISTRICT
FINAL AND APPROVED
MINUTES OF SPECIAL MEETING
MAY 3, 2010

The Board of Directors of the Emerald Bay Municipal Utility District met in special session on Monday, May 3, 2010, at 12:00 p.m. at the District office, 155 LaSalle Drive, Bullard, TX 75757. Present were Directors Bill Harris, Ray Hartley, Deena Johnson, Paul Randolph, and Jo Sharp. One District resident attended the meeting.

President Harris called the meeting to order at 12:14 p.m. Director Hartley explained the need to establish interim borrowings to pay bills due for construction of the water well and golf course greens drainage projects. The revenue bonds for these two projects cannot be issued until all requirements for issuance have been completed by the District's bond attorney. The District Secretary presented a Resolution to authorize District Treasurer, Ray Hartley, to establish interim borrowings for the aforementioned projects at Capital One Bank. **Director Randolph made a motion to approve said Resolution. Upon second (Sharp), the Resolution was approved by unanimous consent.**

Director Hartley stated the District must authorize the initiation of charges to members for the golf course greens drainage project. Beginning with the May billing, members will be charged \$9.22 per month for ten years as a sewer surcharge to repay the revenue bond. The surcharge goes with the land (transferred from owner to owner). **Director Randolph made a motion to authorize the initiation of the \$9.22 per month surcharge. Upon second (Hartley), the motion was approved by unanimous consent.**

Director Hartley noted he would recommend to the District's finance advisory team an increase in water rates to finance the new water well. The recommendation would be to increase the base rate by \$2.00 and increase per gallon charge for usage over 10,000 gallons from \$2.25/gallon to \$4.25/gallon. Therefore, water usage up to 10,000 gallons would remain at \$2.25/gallon and all usage over 10,000 would be charged at \$4.25/gallon. Hartley further explained the District needs \$3,000/month to service the loan.

There being no further business, the meeting was adjourned at 12:21 p.m. upon motion duly made (Harris) and seconded (Sharp) with unanimous consent.

Respectfully submitted,

Deena M. Johnson
Secretary

William F. Harris
President

Attachment:
Interim Borrowings Resolution